

## Message Text

UNCLASSIFIED

PAGE 01 STATE 244080

12

ORIGIN IO-10

INFO OCT-01 AF-10 EUR-12 ISO-00 EB-06 AID-05 TRSE-00 L-02

ARA-10 EA-10 NEA-10 RSC-01 CIAE-00 INR-07 NSAE-00

/084 R

DRAFTED BY IO/CMD:DNFORMAN/PSK

APPROVED BY IO:JWMCDONALD, JR.

IO/CMD:RLSPRINGER

EB/OT/GCT:CBLACK

AF/W:DREYFUS

AID:PPC/IA:MSCHUWEILER

----- 002468

R 060156Z NOV 74

FM SECSTATE WASHDC

TO AMEMBASSY DAKAR

INFO AMEMBASSY VIENNA

USMISSION USUN NEW YORK

UNCLAS STATE 244080

E.O. 11652: N/A

TAGS: UNGA, UNIDO, PFOR, SG

SUBJECT: KEY ISSUES AT 29TH UNGA - UNIDO ACTIVITIES

REF: DAKAR 5766

VIENNA FOR UNIDO

1. EMBASSY IS COMMENDED FOR REPRESENTATION MADE TO FONMIN SYLLA AND USEFUL REPORT ON HIS VIEWS. FOLLOWING COMMENTS REFER TO PARAS 5 AND 8 REFTTEL.

2. USG SUPPORTS UNIDO ACTIVITIES AND IS A SUBSTANTIAL CONTRIBUTOR TO UNIDO'S BUDGET THROUGH OUR ASSESSED CONTRIBUTION TO THE UNITED NATIONS, OF WHICH UNIDO IS AN INTEGRAL PART. US HAS GENERALLY OPPOSED INCREASES IN UN BUDGET AND PRESSED INSTEAD FOR A REORDERING OF UNIDO PRIORITIES.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 244080

3. THE US IS ALSO A MAJOR CONTRIBUTOR TO UNIDO PROGRAMS THROUGH OUR VOLUNTARY CONTRIBUTION TO THE UNDP WHICH FUNDS A MAJORITY OF UNIDO'S FIELD PROGRAMS AND PROGRAM SUPPORT STAFF IN VIENNA. THE US HAS ACCEPTED IDEA OF A STEADY INCREASE IN UNDP RESOURCES ALTHOUGH OUR CONTRIBUTIONS HAVE INCREASED ONLY SLIGHTLY IN PAST FOUR YEARS. UNDP USES 9.6 PERCENT ANNUAL INCREASE FOR PLANNING PURPOSES.

4. THE USG DOES NOT CONTRIBUTE TO UNIDO'S VOLUNTARY FUND

AND DOES NOT AGREE WITH THE ESTABLISHMENT OF A NEW INDUSTRIAL DEVELOPMENT FUND. WE BELIEVE THAT THE PRIMARY FUNDING FOR UN DEVELOPMENT PROGRAMS SHOULD BE THROUGH THE UNDP, AND THE PROLIFERATION OF FUNDS DOES NOT RESULT IN MORE RESOURCES FOR THE LDC'S.

5. WE HAVE PLAYED AN ACTIVE ROLE IN THE RECENT DEVELOPMENT OF A LONG-RANGE STRATEGY FOR UNIDO AND HAVE FREQUENTLY PRESSED FOR MEASURES WHICH WE FELT WOULD IMPROVE UNIDO'S ABILITY TO ADMINISTER MORE EFFECTIVELY THE FUNDS IT NOW RECEIVES. IMPROVEMENTS IN UNIDO'S ADMINISTRATIVE CAPACITY AND A REORDERING OF ITS PRIORITIES WOULD RAISE ITS CHANCES FOR INCREASING ITS SHARE OF THE VOLUME OF INDUSTRIAL PROJECTS UNIDO IS SELECTED TO IMPLEMENT FOR THE UNDP. PRESENT PROJECTIONS SUGGEST THAT A SUBSTANTIALLY LARGER SHARE OF UNDP RESOURCES WILL BE REQUESTED BY THE LDC'S FOR INDUSTRY-RELATED PROJECTS IN THE NEXT FIVE-YEAR PROGRAM CYCLE (1976-80) THAN HAVE BEEN REQUESTED IN PRESENT CYCLE. IF UNIDO IS READY AND ABLE TO ADMINISTER THEM, ITS ACTIVITIES WILL BE INCREASED CONSIDERABLY.

6. IT IS NOT CLEAR WHAT FONMIN SYLLA WAS REFERRING TO IN SAYING THAT UNIDO SHOULD EXPAND ITS ACTIVITIES BEYOND EXTENSION OF CONSULTATIVE SERVICES TO ASSISTANCE IN OPERATIONS OF INDUSTRIAL ENTERPRISES. WE HAVE GENERALLY STRESSED THE IDEA THAT UNDP SHOULD FUND TECHNICAL ASSISTANCE AND NOT REPEAT NOT CAPITAL ASSISTANCE WHICH IS MORE APPROPRIATELY THE FUNCTION OF THE INTERNATIONAL BANKS. IN A RECENT CASE IN SRI LANKA WE OPPOSED UNDP FUNDING OF A MANAGEMENT SERVICE CONTRACT FOR A FERTILIZER PLANT THE UNCLASSIFIED

UNCLASSIFIED

PAGE 03 STATE 244080

GROUNDS THAT IT WAS NOT CLEARLY TECHNICAL ASSISTANCE AND SO SHOULD HAVE BEEN FUNDED BY THE ASIAN DEVELOPMENT BANK WHICH WAS PROVIDING THE CAPITAL FOR THE PROJECT. THE US MAKES CONTRIBUTIONS TO VARIOUS INTERNATIONAL DEVELOPMENT INSTITUTIONS ON THE UNDERSTANDING THAT EACH HAS A DISTINCT ROLE TO PLAY AND THESE ROLES SHOULD BE KEPT DISTINCT.

7. IF THIS IS NOT WHAT SYLLA HAD IN MIND, WE WILL BE GLAD

TO CONSIDER A RESTATEMENT OF THE PROBLEM. INGERSOLL

UNCLASSIFIED

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MEETING AGENDA, ECONOMIC CONDITIONS, FOREIGN RELATIONS, MEETINGS, FOREIGN ASSISTANCE, FOREIGN POLICY POSITION  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 06 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE244080  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** DNFORMAN/PSK  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740318-0679  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19741166/aaaacdqz.tel  
**Line Count:** 116  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN IO  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** DAKAR 5766  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 12 NOV 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <12 NOV 2002 by boyleja>; APPROVED <29 NOV 2002 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** KEY ISSUES AT 29TH UNGA - UNIDO ACTIVITIES  
**TAGS:** PFOR, SG, UNGA, UNIDO  
**To:** DAKAR  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005